1 The Honorable John C. Coughenour 2 3 4 5 6 7 UNITED STATES DISTRICT COURT 8 FOR THE WESTERN DISTRICT OF WASHINGTON AT SEATTLE 9 10 IN RE VALVE ANTITRUST LITIGATION Case No. 2:21-cy-00563-JCC 11 DECLARATION OF HIDEKI HAYAKAWA IN SUPPORT OF 12 VALVE'S MOTION TO SEAL 13 14 15 I, Hideki Hayakawa, declare and state as follows in support of Valve Corporation's ("Valve") Reply Brief in Support of its Motion to Seal (Dkt #198), seeking to seal certain 16 17 documents, communications, and other information contained in Plaintiffs' Motion for Class Certification and Appointment of Co-Lead Class Counsel and submitted in support of that 18 motion: 19 20 1. I am Representative Director, President, of third party Konami Digital 21 Entertainment Co., Ltd. ("Konami"). 22 2. I am over the age of 18, competent to testify, and have personal knowledge of 23 the facts stated below. 24 3. Konami is a Japanese developer of computer and video games. 4. 25 Konami regularly partners with Valve, as well as other distribution partners 26 who are not parties to this litigation, in the ordinary course of business. HAYAKAWA DECL. ISO MOTION TO SEAL FOX ROTHSCHILD LLP 1001 FOURTH AVENUE, SUITE 4400 SEATTLE, WA 98154 (CASE NO. 2:21-CV-00563-JCC) - 1

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- 5. Konami's relationships with both customers and distributors are vital to its success as a company and Konami has invested substantially in fostering these relationships throughout nearly fifty years of operation.
- 6. Valve has filed a motion to seal various documents and communications that contain Valve's and third parties' sensitive business information, which are collectively referred to in this Declaration and in Valve's Motion to Seal as the "Sealed Materials" (Dkt #198).
- 7. Konami has reviewed that Motion to Seal and supports the relief that Valve requests, for the reasons provided by Valve in its Motion.
- 8. Of particular concern to Konami, the Sealed Materials contain certain communications between Konami and Valve that risk unnecessary public disclosure of Konami's proprietary business information and trade practices.
- 9. Konami carefully protects the confidentiality of its business information by me, Representative Director, President, Hideki Hayakawa.
- 10. Konami is particularly concerned about the potential public disclosure of the communications contained in Exhibits 34 and 44, attached to the Declaration of Alicia Cobb in Support of Plaintiff's Motion for Class Certification (Dkt #182).
- 11. Cobb Exhibit 34, an email chain between Valve and Konami, contains discussions of Konami's business strategies, sales, and distribution with distributors other than Valve.
- 12. Cobb Exhibit 44, an email chain between Valve and Konami, contains discussions regarding Konami's decision-making process as it relates to international product pricing.
- 13. As described in Valve's Motion to Seal, public disclosure of this information could cause Konami substantial competitive harm, as competitors can use this proprietary information to gain an advantage in the marketplace by, among other things, setting prices,

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modifying their marketing activity, changing their business operations, or negotiating future contracts.

- 14. As further described in Valve's Motion to Seal, public disclosure of this highly sensitive business information could also negatively impact Konami's relationships with customers and other distributors, which are vital to Konami's success as a company.
- 15. Under the Steam Distribution Agreement that Konami and Valve both signed, Valve and Konami agreed to keep confidential the proprietary business information that is shared between the two companies, including sensitive business information like the third-party information Valve seeks to seal.
- 16. Indeed, it is standard in the industry for parties to carefully protect the confidentiality of sensitive business information because of the potential for competitive harm from disclosure of that information.
- 17. Therefore, Konami respectfully requests that the Court grant Valve's Motion to Seal.

I declare under penalty of perjury under the laws of the United States that the foregoing is true and correct.

Executed on this <u>b</u> day of April, 2024 at Tokyo, Japan.

Hideki Hayakawa